SENATE BILL 3416

By Johnson

AN ACT to amend Tennessee Code Annotated, Title 56, Chapter 7, relative to health insurance carriers' payment policies.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated 56-7-1013(c), is amended by adding the following language to the end of the subsection:

A health insurance carrier shall not require notification of a hospital admission within less than one (1) business day following a patient's admission or within less than one (1) business day following the hospital's determining the identity of a patient and the corresponding insurance coverage for such patient. A health insurance carrier shall not assess a penalty against or reduce contractual payments to a hospital if notification of the hospital admission is received by the health insurance carrier within the time frames established in this subsection.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.